Money limits will be shown in Electrical Corps Instructions to estimates

---

Sir

No H 2100 Q 3-9-33

To the Comptroller

WD 01965—GPB—15,000—7-7-34

H2101 Q 3-9-33

To the Chief Electrical Engineer

Should this money limit may affect any to the net amount of this estimate but that amount of outlay has to be carried from against gross amounts of the estimate

Week 14 19

PILE ✓

App. F. IX-4

Previous References

1934.
(G.F.)

File No. 430-34
Serial Nos. 1-2

Later References.

PRESERVED

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. Two

Part B for September

SUBJECT.

Money limits with reference to powers of sanctions to estimates of the Electrical Dept

Sl.

No H 2100 Q 3-9-35

To the Comptroller

WD 01965—GPB—15,000—7-7-34

H.2101 Q 3-9-35

To the Chief Electrical Engineer

State that the money limits may apply only to the net amounts of the estimate but that amount of outlay has to be counted against gross amount of the Estimate

Secy 14/9

C.2 4230-34-1

OFFICE OF THE COMPTROLLER TO THE GOVERNMENT
OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

FINANCIAL 1920 - 3 NOV 1934 CEP/ace & R. SECTT.

No. 283/WAD Misc. Bangalore, dated 31st October 1934.

FINANCIAL SECRETARIAT - 2 NOV. 1934 No.

From

A. N. RAGHAVACHAR, Esq., M.A.,
Comptroller to the Government of
His Highness the Maharaja of Mysore,
Bangalore.

3 DEC 1934 GENL & REV. SECTT.

To

S. Shamanna Esq., B.A.,
Secretary to the Government of Mysore,
Financial Department, Bangalore.

Sir,

I have the honor to forward herewith a copy of letter No.1992/ dated 17-8-34 received from the Financial Assistant to the Chief Electrical Engineer with a copy of the Chief Electrical Engineer's remarks thereon and to state as follows regarding the point raised therein whether powers of sanctions to estimates should have reference to the gross or net amount of estimates:-

In the Electrical Department, credits on account of return of used materials to stock are of common occurrence and the value of such materials often forms a disproportionately large portion of the total estimate as credits to the estimate. I am of the opinion that the money limits with reference to powers of sanction to estimates in such cases should be the gross amounts of the estimates and not the net amounts as the actual value of the work done is represented by the gross amount of the estimate. This is also the practice followed in the Railway Department (Vide Art.359(a) of the Mysore Railway Code Volume II.)

I request early orders of Government in the matter.

I have the honor to be,
Sir,
Your most obedient servan

A. N. Raghavachar
Comptroller.

ELECTRICAL SECRETARIAT BANGALORE. Reg No. 7/14 Date 28/11/34

To Electrical Secretariat
to kindly put up the papers connected with the estimate subject, if any.

CV 2 NW 18-11-34 BAS

BAS 31/10

18/11 20-11-34

Letter No.1992 dated 16/17-8-34 from the Financial Assistant to the Chief Electrical Engineer in Mysore, Bangalore, to the Comptroller to the Govt of Mysore, Bangalore.

Difference of opinion on sanction to estimates.

I have the honor to state that an estimate amounting to Rs 4,876/- for "Remodelling the existing Power and Telephone Lines from Belagola to Krishnarajasagara" was sanctioned by the Chief Electrical Engineer under "Depreciation Fund" in July 1934-Vide item v of schedule of powers of the Chief Electrical Engineer as shown in Appendix 1 A of P.W.A.Code. The estimate provides for a gross expenditure of Rs 9,330/- and for a credit of Rs 4,454/- on account of the value of materials that would be released and returned to Stores. As the total expenditure involved will be really more than Rs 5,000 though the net debit to the Depreciation Fund may be less than Rs 5,000/-, I consider that sanction of Government to the estimate is necessary. But the Chief Electrical Engineer is of opinion that the net expenditure alone should be taken into consideration and not the gross outlay. Most of the estimates in this Department for works under "Depreciation Fund" provide for credits, which involve corresponding additions to the stores i.e., to Capital expenditure under "Stock and Suspense". Under these circumstances, I request to be favoured with definite instructions as to whether the money limits prescribed in regard to powers of sanction to estimates are to be applied with reference to the net amounts of the estimates or gross expenditure involved.

Passed on with compliments to the Comptroller for favour of opinion. Usually, the net outlay on a work is estimated for and sanction accorded on the basis of such net outlay. This has been the procedure in vogue all along in this Department, and there does not seem to be any necessity for any departure therefrom. Returns of materials from works to stock are usually estimated on approximate basis and provided for in a lumpsum in the annual stores budget of the Department and further only such materials which can be used

in the Department in the near future are returned with value.

Sd/- C.M.Cariappa,
Chief Electrical Engineer
17-8-34

" Copy "

Superintendent
W.A.D Misc.

CV

ELECTRICAL SECRETARIAT. | File No. of 19

Serial No.

Ele. 1038.
29.11.34.
Encls. 2.

2 Returned with compliments —

3 There are no papers in this Secretariat — relating to this subject.

(Miranda Secty) 28/11/34

FINANCE DEPARTMENT
30 NOV 1934
No.....

28/11/34

3 1934
GEN'L & R

4 The Chief Electrical Engineer has been empowered to sanction estimates for Capital works costing not more than Rs 5000(Vide Appendix A Mysore Public works Accounts code). The point for consideration is whether this money limit refers to the gross outlay on the work or to the net outlay, after taking into account credits on account of released materials. The present practice is that the Chief Electrical Enginaer sanctions all estimates, the net amount of which does not exceed ~~BBBBBBBBB~~ Rs.5000. The Comptroller thinks that the money limit should be made to apply to gross outlay on the work. In support of this view, he quotes Article 359(a) of the Mysore Railway code, Vol II. This article refers to Audit procedure and requires that audit of expenditure should be conducted against gross sanctioned estimates for individual works and that any undue delay in the realisation of credits for returned materials etc should be brought to the notice of the administrative authority. It does not lay down that the money limit of sanction applies to Gross outlay.

5 All technical estimates of works take cognizance of ~~all~~ anticipated recoveries of expenditure ~~from time~~ on account of the value of materials received from old structures etc and show both the gross and net outlay. The money limit applies only to the net amount

1520
—2

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Serial No.

of the estimate and not to Gross amount of the estimate, though audit has to be conducted both against Gross and net amounts.

6 The opinion of the Electrical Secretary may perhaps be called for.

7 W 6-2-35

H Seey) 7-2-35.

What is the ordinary rule in the P.W. Code?

10/2

11.2.35

952 WAD mis. 8/15 Feb 35.

8 To Comptroller with compliments for favour of furnishing information regarding the ordinary rule in P W code and noting the present practice in the Public works department.

By order,

12-2-35.

For Financial Secretary

2.0.564/Spl W.H. 2.0.71.19 12/2/35.

2.0.506/Spl 22/3/35

U.O.No.585/WAD Mis dated 20-3-1935.

9 Returned with compliments.

10 2. There is no rule in the Public Works Account Code on the point at issue, viz., whether the money limit of powers of sanction of the various authorities has reference to the gross or to the net amount of estimates. This omission is apparently due to the fact that provisions for credits in the

FINANCIAL SECRETARY 22 MAR. 1935

FINANCIAL BR 21 MAR. 1935

Serial No.

Public Works Estimates are very rare and relatively very small and insignificant in value so as not to affect materially the main total of the estimate. It is therefore the practice in Public Works Department that money limits of sanction of estimates exercised by the several sanctioning office A is reckoned on the net amount of the estimates and not gross. But audit has to be conducted both against the gross as well as the net estimate provisions.

2. The case of estimates of the Electrical Department stand, however, on quite a different footing. The credits for released materials are generally disproportionate to the gross amount of estimates being sometimes and often over 50 percent in value of the total estimate, especially in the case of works of the nature of temporary installations and replacements. The actual value of work done in such cases is the gross amount of the estimate, the major part of the value of the work being on account of the cost of materials used on the works such as bulbs and wiring. In these circumstances I am of opinion that credits on account of the value of returned materials may not be taken into account to bring the estimate for the work B within the powers of the sanction of any authority lower than the one competent to sanction the gross estimate only.

Comptroller.

21/3

Note–Contn. Sheet.

MSR

12. A ~~cost~~ in the Comptroller's note furnishes the information required by the Financial Secretary. The opinion of the Electrical Secretariat may be obtained as regards (3) in the Comptroller's note.

25-3-35

13 H Secy) 25/3/35

14 Opinion of the El. Secty may be got

1/4.

15 Forwarded with compliments to the Secy Electrical Deptt.

3.4.35

for H. Secy

I. 1471
D. 1.7.1.4.f.35.
W.O. H.228
5/4/35.

5/4/35

6/4/35

EWS. 2313
16/5/35

16 Lor D.O.C. for f/o remarks, if any.

15/4/35

C/F

Chief Elec Engr 18/5/35 15/5/35

Vide 16/5

Notes 17/5

Civil Secretariat No: 6948 27.5.35.

OFFICE OF THE CHIEF ELECTRICAL ENGINEER
BANGALORE.
No. 1094
Date 16 S. 35.
GOVERNMENT OF MYSORE

Serial No.

Ecs. 487.
26.8.35.

DEWAN'S OFFICE
28 AUG 1935
No. 1485

FINANCIAL BRANCH
21 AUG. 1935
GEN. & REV. SECTT.

(17) I am inclined to agree with the views of the CEE contained in his no memo no 69 dt 2/7/35 (Dft L)

Sec'y FD w.c.) Mr. 19/8/35

(18) draft reply to the Comptroller is submitted for approval or other orders.

Mr
26-8-35

(19) H Lely) 26/8/35
DH/Capt
Dewan 27.8.35

28/8/35

Mr
28-8-35
28/8

Issue
29.8.35

No 3E 2100 dated 3-9-35 to the Comptroller.

No 3E 2101 dated 3-9-35 to the Chief Electrical Engineer — Copy of the above

SECTION.
4 AUG. 1935
GEN. & REV. SECTT.

03
Mr
3-9-35

NOTE—Contn. Sheet.

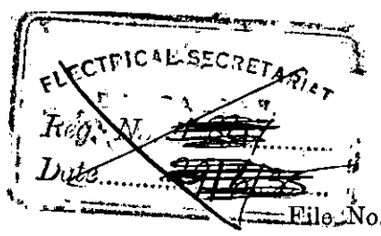
ELECTRICAL DEPARTMENT

OFFICE OF THE CHIEF ELECTRICAL ENGINEER

TO THE GOVERNMENT OF MYSORE,

BANGALORE

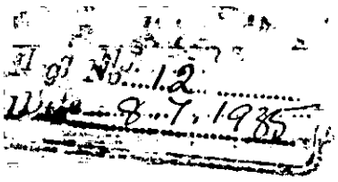
Date 22 July 193 5



File No. 19

U-O-No. 69

Serial No.



Returned with compliments, to the Secretary to the Government, Electrical Department, Bangalore.

In the case of estimates for permanent works generally the credits afforded will be very small and hence these works are similar to those of the Public Works Department. With regard to the estimates for Temporary works, however, as mentioned in para 2 of the note of the Comptroller, most of the materials issued will have to be returned to stock after service is terminated; and naturally the credits to be shown in these estimates will be disproportionate to the net value of the estimates. Such temporary works are peculiar to the Electrical Department as supply of power for temporary installations for theatres and exterior illuminations during festive occasions is of common occurrence. The requisitions for such service are generally received at the last moment; and in a commercial Department like ours whose aim is not to let go the slightest opportunity to earn some revenue, no time can be lost in arranging for the needful service being given to the consumers. It is therefore very necessary that the formalities to be gone through in respect of these estimates should be reduced to the minimum. If on the other hand much time is to be spent in going through the eloborate process of submitting the estimate to Government and obtaining their sanction I am afraid most of the applicants cannot afford to wait, shall therefore have to forego the chances of adding

ELECTRICAL DEPARTMENT.

OFFICE OF THE CHIEF ELECTRICAL ENGINEER
TO THE GOVERNMENT OF MYSORE,
BANGALORE

Date..... 193

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to our revenue from such temporary installations.

Further,. there is no need to our purchasing fresh materials on this account as we can make use of the articles stocked for the ordinary use of the Department and return them for being used elsewhere.

Under the circumstances, I am of opinion that the powers of sanction of the Chief Electrical Engineer in respect of all estimates and especially those for temporary works may be interpreted to apply to the net outlay only, even though audit has to be conducted both against gross and net outlay. The present procedure that is being followed all along in this behalf may be permitted to be continued as it is purely in the interests of revenue.

C. M. Cariappa
Chief Electrical Engineer
2/7

E 05
2.7.35

Fl 2000

Ce. 7-430-34-2

To

The Comptroller

Sir,

With reference to your letter No. 283 W A D Misc dated 31st October 1934, suggesting that the money limits with reference to powers of sanction to estimates of the Electrical department should be the gross amounts of the estimates and not the net amounts, as the actual value of work done is represented by the gross amount of the estimate, I am directed to forward herewith for information a copy of Unofficial note No.69 dated 2nd July 1935 from the Chief Electrical Engineer, and ~~thanks~~ and to state that the money limit may apply only to the net amount of outlay of the estimate, but that audit has to be conducted both against gross and net amounts of the estimate.

I have etc.,

27.8.35

Financial Secretary.

Copy of the above is forwarded with compliments to the Chief Electrical Engineer for information.

27.8.35

Financial Secretary

Copy to Electrical Secretariat.